

AUG 2 5 2003

Administrator
Washington, DC 20201

Mr. Steve Roling
Director
Department of Social Services
P.O. Box 1527
Broadway State Office Building
Jefferson City, MO 65102-1527

Dear Mr. Roling:

I am pleased to inform you that, in accordance with section 1115(e) of the Social Security Act, the Centers for Medicare & Medicaid Services is approving Missouri's request to extend the Medicaid section 1115 demonstration, project #11-W-00122/7, known as "Managed Care Plus (MC+)" through March 1, 2007. This approval applies only to your request to extend the MC+ demonstration in accordance with section 1115(e) of the Act, and we will provide a response under separate cover related to your request to amend the expenditure authority for the "Health Care for the Indigent of St. Louis" amendment.

Enclosed are special terms and conditions that define the nature, character, and extent of anticipated Federal involvement in the project, which have been revised to reflect a new methodology for calculating the budget neutrality limit. A current list of approved waivers and expenditure authorities is also enclosed. This award is subject to our receiving your written acceptance of the award and revised special terms and conditions within 30 days of the date of this letter.

Your project officer is Ms. Candice Hall, who may be contacted at (410) 786-4453 or via e-mail at CHall2@cms.hhs.gov. Communications regarding program and administrative matters should be submitted to the project officer at the following address:

Centers for Medicare & Medicaid Services
Center for Medicaid and State Operations
Family and Children's Health Programs Group
Division of Integrated Health Services
Mailstop S2-01-16
7500 Security Boulevard
Baltimore, MD 21244

We appreciate Missouri's accomplishments in administering MC+ and look forward to continuing to work with you on this project.

Sincerely.

Thomas A. Scully